TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



CORRECTED FISCAL NOTE

HB 3257 - SB 3418

February 22, 2010

SUMMARY OF BILL: Requires the Board for Licensing Health Care Facilities and all boards within the Division of Health Related Boards to adopt rules for offices, clinics, and centers that include health and sanitation requirements.

ESTIMATED FISCAL IMPACT:

On February 15, 2010, a fiscal note was issued estimating a fiscal estimate as follows: *Increase State Expenditures – Not Significant/Massage Licensure Board, Board of Pharmacy, Board of Veterinary Medical Examiners, Board of Medical Examiners, and Board for Licensing Health Care Facilities.* Based upon further analysis it was determined that the fiscal impact of this bill has not changed but an assumption used in determining the estimated fiscal impact is:

Increase State Expenditures – Not Significant/Massage Licensure Board
Board of Pharmacy
Board of Veterinary Medical Examiners
Board of Medical Examiners
Board for Licensing Health Care Facilities

Corrected assumptions:

- According to the Department of Health, boards within the Division of Health Related Boards that regulate offices, clinics, and centers and would be affected by the provisions of the bill include the Massage Licensure Board, the Board of Pharmacy, the Board of Veterinary Medical Examiners, and the Board of Medical Examiners.
- According to the Department of Health, each board's general rulemaking authority currently authorizes the establishment of rules relative to health and sanitation.
- Any changes to current rules regarding health and sanitation requirements will be handled during a regularly scheduled meeting. Any cost will not be significant and can be accommodated within the existing resources of the boards.
- Pursuant to Tenn. Code Ann. § 4-3-1011, all health-related boards are required to be self-supporting over a two-year period. As of June 30, 2008, the Massage Licensure Board (\$22,590.89), the Board of Pharmacy (\$261,783.99), and the Board of Medical Examiners (\$108,302.81) had positive balances. The boards' FY08-09 balances are not yet available.

- The Board of Veterinary Medical Examiners had deficits of \$149,783.36 in FY06-07 and \$106,052.21 in FY07-08. The Board's FY08-09 balance is not yet available.
- The Board for Licensing Health Care Facilities had deficits of \$440,300 in FY06-07 and \$217,700 in FY07-08. The Board's FY08-09 balance is not yet available.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

/kml